COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

SANITATION DISTRICT NO. 1 OF CAMPBELL AND KENTON COUNTIES

) CASE NO. 9385

ORDER

On December 30, 1985, the Commission ordered that a public hearing should be held in accordance with KRS 278.270 for Campbell and Kenton County Sanitation District No. 1 ("Campbell and Kenton") to show cause why recapitalization plans other than the plan proposed in Case No. 9310 should not be utilized. Campbell and Kenton were ordered to provide prefiled testimony relating to various capital restructuring options and further information regarding whether Campbell and Kenton's rates should have been reduced.

On May 27, 1987, the Franklin Circuit Court issued its opinion and judgment in the matter of Sanitation District No. 1 of Campbell and Kenton Counties v. Public Service Commission of Kentucky, Civil Action No. 86-CI-0134, which was an appeal of the final Commission Order issued in the companion case to Case No. 9385, Case No. 9310. At the same time the Commission Order issued in Case No. 9385 was permanently enjoined.

The Commission having acknowledged the orders of the Court with respect to Case No. 9310, and recognizing that the Commission

is permanently enjoined from enforcing its Order in Case No. 9385, this matter is now closed.

Done at Frankfort, Kentucky, this 20th day of August, 1987.

PUBLIC SERVICE COMMISSION

Chairman

Vice Chairman

Williams

Commissioner

ATTEST:

Executive Director